

State Lottery

STARS Number & Budget Unit: 440 SGCA, 440 SGCB(Cont)

Bill Number & Chapter: H328 (Ch.347), S1197 (failed)

PROGRAM DESCRIPTION: The mission of the Idaho Lottery is to maximize net income and the resulting annual dividend payments for Idaho public schools and buildings. [Statutory Authority: Idaho Code §67-7401 et seq.]

| DIVISION SUMMARY: | FY 2006 Total Appr | FY 2006 Actual | FY 2007 Total Appr | FY 2008 Request | FY 2008 Gov Rec | FY 2008 Approp |
|--------------------------------------|-------------------------------|---------------------------|-------------------------------|----------------------------|----------------------------|---------------------------|
| BY FUND SOURCE | | | | | | |
| Dedicated | 10,857,000 | 10,797,500 | 11,116,600 | 11,184,000 | 11,037,900 | 11,077,800 |
| Percent Change: | | (0.5%) | 3.0% | 0.6% | (0.7%) | (0.3%) |
| BY EXPENDITURE CLASSIFICATION | | | | | | |
| Personnel Costs | 2,712,500 | 2,520,200 | 2,604,000 | 2,648,500 | 2,649,400 | 2,689,800 |
| Operating Expenditures | 8,017,100 | 8,153,800 | 8,353,600 | 8,426,100 | 8,279,100 | 8,279,100 |
| Capital Outlay | 127,400 | 123,500 | 159,000 | 109,400 | 109,400 | 108,900 |
| Total: | 10,857,000 | 10,797,500 | 11,116,600 | 11,184,000 | 11,037,900 | 11,077,800 |
| Full-Time Positions (FTP) | 48.00 | 48.00 | 48.00 | 47.00 | 47.00 | 47.00 |

In accordance with Idaho Code, §67-3519, this agency is authorized no more than 47 full-time equivalent positions at any point during the period July 1, 2007 through June 30, 2008 for the programs specified.

| DECISION UNIT SUMMARY: | FTP | General | Dedicated | Federal | Total |
|--|--------------|----------------|-------------------|----------------|-------------------|
| FY 2007 Original Appropriation | 48.00 | 0 | 11,116,600 | 0 | 11,116,600 |
| Removal of One-Time Expenditures | 0.00 | 0 | (222,000) | 0 | (222,000) |
| Base Adjustments | (1.00) | 0 | 0 | 0 | 0 |
| FY 2008 Base | 47.00 | 0 | 10,894,600 | 0 | 10,894,600 |
| Benefit Costs | 0.00 | 0 | 40,400 | 0 | 40,400 |
| Inflationary Adjustments | 0.00 | 0 | 2,300 | 0 | 2,300 |
| Replacement Items | 0.00 | 0 | 55,500 | 0 | 55,500 |
| Statewide Cost Allocation | 0.00 | 0 | (23,400) | 0 | (23,400) |
| Change in Employee Compensation | 0.00 | 0 | 108,400 | 0 | 108,400 |
| FY 2008 Total Appropriation | 47.00 | 0 | 11,077,800 | 0 | 11,077,800 |
| % Change From FY 2007 Original Approp. | (2.1%) | | (0.3%) | | (0.3%) |

APPROPRIATION HIGHLIGHTS: Benefit costs were adjusted to restore one medical insurance premium holiday and seven life insurance premium holidays. JFAC also stipulated that increases in health insurance costs be paid from reserves. Inflationary increases of \$2,300 were funded. Replacement capital outlay was provided for three vehicles. Statewide cost allocation adjustments decreased Attorney General fees by \$27,900, increased risk management fees by \$200, increased Controller's fees by \$1,200, and increased State Treasurer fees by \$3,100, for a net decrease of \$23,400. The Change in Employee Compensation was funded at 5%. The appropriation did not include any line items (none were requested).

ANALYST COMMENTS: JFAC approved a base adjustment requested by the Lottery, removing one FTP and shifting funds from personnel costs to operating expenditures. The Lottery is using a contract vendor to provide services, rather than filling a position that was authorized in the FY2004 appropriation.

| FY 2008 APPROPRIATION: | FTP | Pers. Cost | Oper Exp | Cap Out | T/B Pymnts | Lump Sum | Total |
|-------------------------------|------------|-------------------|-----------------|----------------|-------------------|-----------------|--------------|
| D 0419-00 Lottery | 47.00 | 2,689,800 | 8,279,100 | 53,400 | 0 | 0 | 11,022,300 |
| OT D 0419-00 Lottery | 0.00 | 0 | 0 | 55,500 | 0 | 0 | 55,500 |
| Totals: | 47.00 | 2,689,800 | 8,279,100 | 108,900 | 0 | 0 | 11,077,800 |